

Message Text

CONFIDENTIAL

PAGE 01 JAKART 00346 071053Z

ACTION EA-09

INFO OCT-01 ISO-00 FEA-01 ERDA-05 AID-05 CEA-01 CIAE-00
CIEP-01 COME-00 DODE-00 EB-07 FPC-01 H-01 INR-07
INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-04 USIA-06
OES-06 SP-02 SS-15 STR-04 TRSE-00 ACDA-07 PA-01 PRS-01
/099 W

-----071109Z 101950 /20

R 070954Z JAN 77

FM AMEMBASSY JAKARTA

TO SECSTATE WASHDC 8603

C O N F I D E N T I A L JAKARTA 0346

E.O. 11652: GDS

TAGS: ENRG, ID

SUBJECT NEW INDONESIAN OIL PRICES

REF: A) STATE 000998, B) JAKARTA 00183

1. REFTELS CROSSED. CORRECT PRICE OF HANDIL IS \$13.30/B.
CINTA PRICE IS \$13.15/B AS REPORTED JAKARTA 0032.

2. FORMER PRICES OF SEVERAL CRUDES INCLUDING ARDJUNA, WALIO
AND HANDIL REFLECT "TERMINAL DISCOUNT" ADJUSTMENTS OF
BETWEEN 10CENT AND 30 CENT PARREL WHICH WERE INSTITUTED DURING
LATTER PART OF 1976. THESE DISCOUNTS WERE REPORTEDLY OFFERED
TO BUYERS SO AS TO ENCOURAGE SMALLER TANKERS CALL AT CERTAIN
INDONESIAN TERMINALS WHICH COULD NOT ACCOMMODATE LARGER
VESSELS.

3. BASED ON CONFIDENTIAL PRICE LIST OBTAINED BY EMBASSY,
INDONESIAN PRICE INCREASE AVERAGES 8.6 PERCENT. ACCORDING
TO PERTAMINA AND MIGAS SOURCES, WEIGHTED AVERAGE RANGES
BETWEEN 7 AND 8 PERCENT. EMBASSY CALCULATION, USING FOURTH
QUARTER 1976 LIFTINGS SCHEDULE AND BASED ON TWELVE CRUDES,
AMOUNTS TO ABOUT 7.4 PERCENT.

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4. RE PARA 6, REF A: PRICE LIST FOR TWLEVE MAJOR
EXPORT CRUDES POUCHED TO DEPARTMENT (EA/IMS AND
EB/FSE/ORF). ACCORDING TO OIL AND GAS DIRECTOR WIJARSO
JANUARY 6, PRICES ON SOME CRUDES NOT YET OFFICIALLY
ESTABLISHED. FOR MOST PART, THESE ARE CRUDES USED
PRIMARILY FOR DOMESTIC CONSUMPTION.

5. AS RECENT CONVERSATIONS WITH MINESMIN SADLI AND PERTAMINA PRESIDENT HARYONO INDICATE, INDONESIA AT THIS TIME DOES NOT BELIEVE FURTHER DOWNWARD ADJUSTMENTS NECESSARY IN ORDER TO COMPETE WITH SAUDI CRUDES. COMPANIES LIKEWISE ARE CAUTIOUSLY OPTIMISTIC THAT THEIR OIL WILL SELL. NO ONE, HOWEVER, IS OFFERING CONFIDENT FORECAST ON HOW INTERNATIONAL OIL MARKET WILL BEHAVE DURING FIRST QUARTER 1977.
NEWSOM

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PETROLEUM PRODUCTION, POLICIES, PRICES
Control Number: n/a
Copy: SINGLE
Sent Date: 07-Jan-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Handling Restrictions: n/a
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ISecure: 1
Legacy Key: link1977/newtext/t19770172/aaaacldr.tel
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Litigation Code IDs:
Litigation Codes:
Litigation History:
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Message ID: da9930dc-c288-dd11-92da-001cc4696bcc
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Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3646589
Secure: OPEN
Status: NATIVE
Subject: NEW INDONESIAN OIL PRICES
TAGS: ENRG, ID
To: STATE
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